



South Dakota Special Transportation Circumstance Grant

Ringneck and Western Railroad

Established May 2021



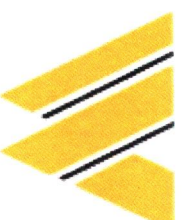


Who I Am

- Kley Cameron
- General Manager
- Oversees daily operations and safe rail work practices
- Started with Watco May 2020 on the Texas and New Mexico Railway in Monahans, TX
- Over 9 years in the rail industry



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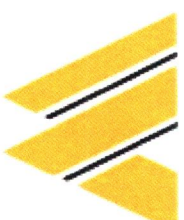


Matco Foundation Principles

- Value our customers
- Value our people
- Safely improve everyday



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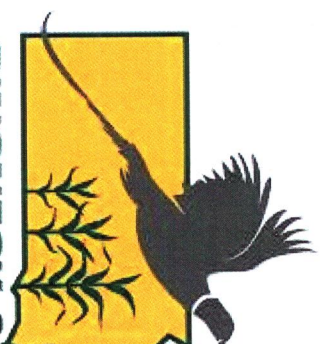


Who We Are

- Founded in 1983 with industrial switching operation in Deridder, LA. Still in operation today.
- Now have over 40 railroads, various ports and terminals, and switching properties, operating in United States, Mexico, Canada, and Australia.
- Full service transportation company.
- Customer first, safety always



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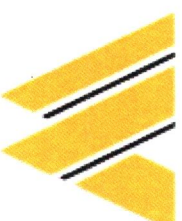


What We've Done: Transportation

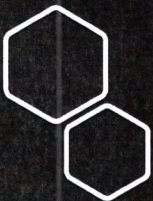
- 2400 car loads
- 18 grain shuttles
- Various fertilizer moves
- Over 300 storage cars on property with cars going out and coming in weekly



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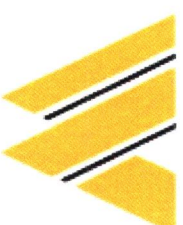


What We've Done: Mechanical

- Brought in a newly rebuilt locomotive
- Went through and repaired defects of locomotives received in purchase



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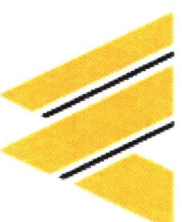


What We've Done: Engineering

- Installed 7,231 ties
- Dumped 5,202 tons of rock
- Repaired and put pit track at Chamberlain in service
- Cut and sprayed weeds to prevent spread
- 3rd party contractors brought in to assist in maintenance and upgrades
- 3 rock cars leased to add to our 5 for efficient movement of rock
- Upgraded SD203 crossing
- Restored 3.5 miles of track to add to our storage capabilities
- Overseen cleanup of all properties of trash, scrap metal, and other unsightly mess from previous operator(s).



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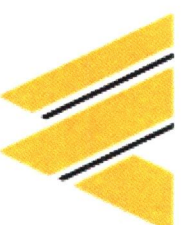


What We've Done: Local Economy

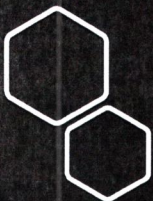
- Hired 9 team members from immediate area
- \$4,000 spent in local stores for hand tools
- \$22,000 spent at local vendor for backhoe trailer
- \$5,000 spent with local diesel vendor each month for locomotives
- Local taxes paid on \$250,000 worth of new vehicles
- Hotel stays for 3rd party contractors



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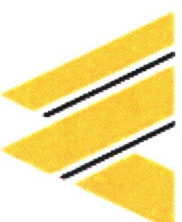


What We Plan To Do This Year

- Repair Rapid City transload yard
- Mitchell south yard rehab for more efficient switching capabilities and short term storage options
- Class II (25 MPH) from Mitchell to Plankinton



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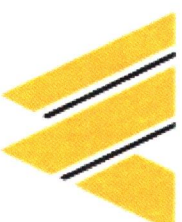


Plan For Project: Plankinton, SD- Overview

- Install two transload tracks that hold 25 cars each
- Install state of the art locomotive pit and pit track
- Install loadout track for MOW on-track equipment and MOW rock cars



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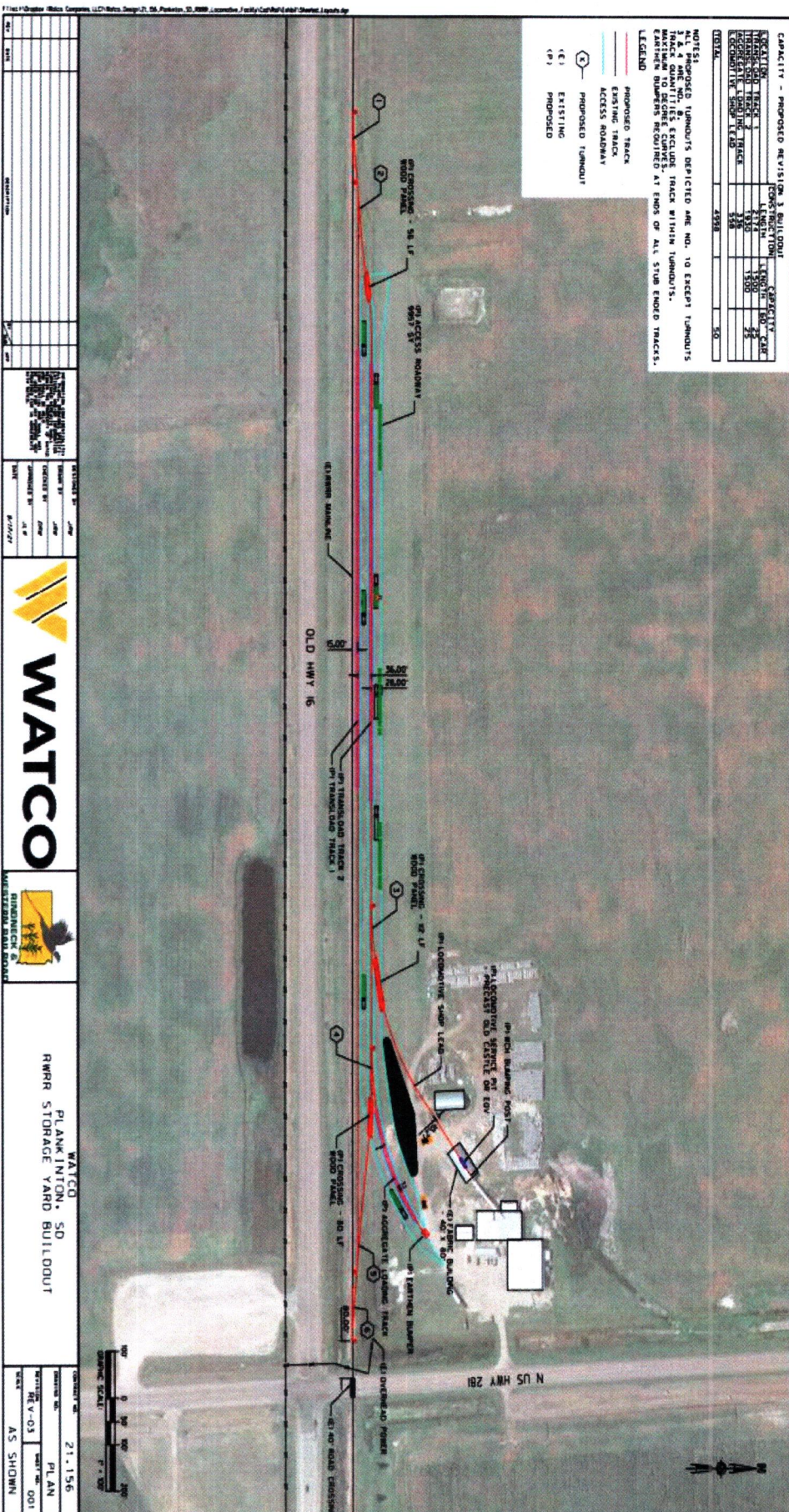


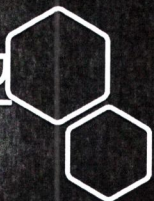
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CAPACITY - PROPOSED REVISION 3 BUILDOUT		
	CONSTRUCTION	CAPACITY
	LENGTH	50 CAR
STATION		
THAMES RD TRAC 2	1,100	22
THAMES RD TRAC 3	1,100	22
ACORN CIRCLE TRAC 1	1,100	22
ACORN CIRCLE TRAC 2	1,100	22
ACORN CIRCLE TRAC 3	1,100	22
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ACORN		

NOTES:
1. ALL PROPOSED TURNOUTS DENOTED ARE NO. 10 EXCEPT TURNOUTS 3, 4 AND NO. 8.
2. TRACK QUANTITIES EXCLUDE TRACK WITHIN TURNOUTS.
3. MAXIMUM TO BE CIRCLE CURVES.
4. EXISTING RAILROADS IDENTIFIED AT ENDS OF ALL STUDY ENDED TRACKS.

 PROPOSED TRACK
 EXISTING TRACK
 ACCESS ROADWAY
 PROPOSED TURNOUT
 EXISTING
 PROPOSED



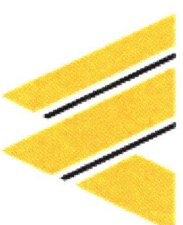


Plan For Project: Plankinton, SD- Cost

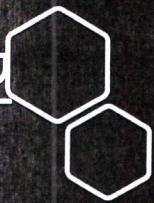
- Total project cost- \$2,998,348.39
- Watco will provide 40% match of \$1,199,339.36
- Grant would provide 60% of cost at \$1,799,009.03



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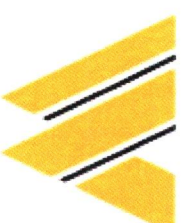


Plan For Project: Plankinton, SD- Benefit

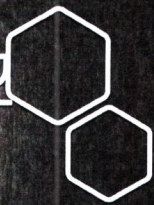
- Provides ideal transloading location at the intersection of Highway 16 and Highway 281
- Provides cost effective avenue for customers that ship in lumber from Pacific Northwest and Canada
- Keeps trucks off the road with the ability to ship rock by rail from Dell Rapids and lumber from PNW and Canada
- Cuts down trip time and decreases crossing accident risks when locomotives go for servicing
- Saves diesel and decreases CO2 by utilizing the shorter trip



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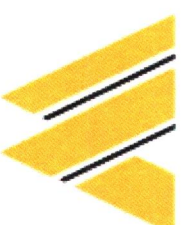


Plan For Project: Plankinton, SD- Timeline

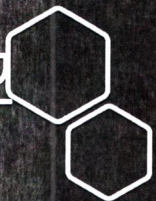
- We are ready to begin construction as soon as grant is approved



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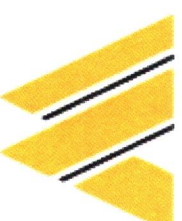


Plan For Project: Plankinton, SD- Conclusion

- We are excited to be in South Dakota and to come up with new ways to service shippers in our communities
- Previous operator had planned to do something similar, but never got around to it. We are ready in our first 4 months



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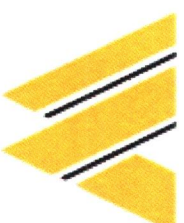


Plans For The Future

- Increase track miles of Class II status (25 MPH)
- 10 miles of track upgrade yearly
- 7,000 tons of rock dumped yearly



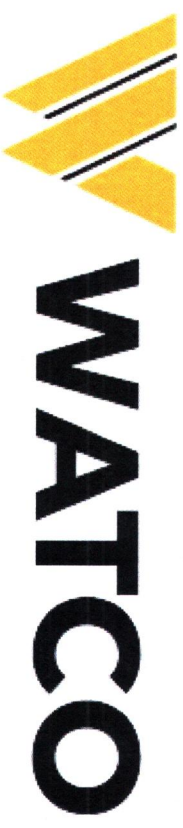
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Questions?

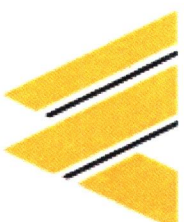




Thank You For
Your Time and
Consideration



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